

OEL (HOLDINGS) LIMITED
(Company Registration No.: 198403368H)
(Incorporated in the Republic of Singapore)

**APPLICATION BY SUBSIDIARY OF THE COMPANY TO BE PLACED UNDER JUDICIAL
MANAGEMENT**

The board of directors (the “**Board**”) of OEL (Holdings) Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, OSEC Shipyard Pte Ltd (“**OSEC**”), has on 14 April 2016 filed an application to the High Court of Singapore under Section 227B of the Companies Act, for OSEC to be placed under judicial management, and for judicial managers to be appointed to manage the affairs, business and property of OSEC (the “**JM Application**”).

As at 31 December 2015, OSEC is in a net capital deficiency position and faced with a statutory letter of demand issued (under Section 254(2)(a) of the Companies Act) by one of its creditors, Oceanfront Trading Ltd, demanding for payment of a sum of US\$562,464.00 under a Settlement Agreement dated 6 March 2014 which was entered into between Oceanfront Trading Ltd and OSEC.

OSEC has sought the necessary professional advice and thereupon proceeded with the JM Application to place itself under judicial management, for purposes of enabling a more advantageous realisation of OSEC's assets to be effected than on a winding up.

The Company will provide further updates to shareholders on the hearing date of the JM Application and the outcome of the hearing.

In the meantime, shareholders of the Company are advised to exercise caution when dealing in the shares of the Company (“Shares”), and to refrain from taking any action in respect of their Shares which may be prejudicial to their interests. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Chang Ai Ling
Company Secretary
14 April 2016

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor are:-

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